Foreign Minister Schanzer said he had spected a much different answer from he Russians. After Tuesday's convertations with George Tchitcherin, both the and Mr. Lloyd George fett they had eached a basis of understanding. But hat basis failed utterly to appear in the inal draft of Tchitcherin's note, in the work of the influence of Maxim Littinoff and the demonstrations in Moseuly to declare, to-day, that nevertheess he had tried very hard to get the Russians to see that the credit mechanism offered them was much better than that they had asked because more practical.

Genoa Hears of Reforms Planned to Meet Demands of the Allies.

MAY CUT RED ARMY ACTION DEPENDENT OF TREE ARMY CUT RED AR

"No government is in a position to sant a direct loan to Russia, and no an at all will be made until the lends are sure the money will be allocated reconstruction purposes," said the silen delegate.

Must Establish Confidence.

The Russians must realize that the ablishment of confidence in them is a first step in reconstruction or credit, suppose we have no right to judge nors, but their reply, in my opinion a put the salvation of Russia back at

three months."
te then repeated the British suggesof earlier in the day that they had
right to break off the conference
hout a serious study of the Russian
posal for mixed expert commissions.
The conference has not entirely
ed, Signor Schanzer continued,
atact has been established. It may
have receible to great the direct credit.

as to the Allies' answer to Russia, the first moves toward framing the Lloyd George program.

Barthou, meanwhile, is busy cong the Little Entente delegates, Mr. I George the others. The Little Entente in refusing to let its boundary dons be discussed, is considered as weakening Mr. Lloyd George's to settle the Galician, Lithuanian other border problems.

French Resent Accusations.

NOA, May 12 (Associated Press)

sision must be clearly defined, body to-night seems determined leave this city until something uctive has been accomplished to

The above remarks about the Red army and economic retreat being at an endifficult, but that is an affair of the Russian Government. We are quite prepared to go into the suggestion that the questions of credits, debts and private property be referred to a mixed commission which will study them in detail and eventually report, although the commission which will study them in this means that Russia will have to wait some time longer for credits.

"Regarding the other aspect of the Russian question, and there may be difficulties about the commission which will study them in the same time longer for credits.

"Regarding the other aspect of the Russian document, namely, the peace of Europe, this affords a satisfactory basis for further negotiations. To break on this document would mean that the States bordering on Russian might be exposed to the dangers of the satisfactory of the states bordering on Russian might be exposed to the dangers of the attitude that it would be perhaps Russian document, namely, the peace of Europe, this affords a satisfactory basis for further negotiations. To break on this document would mean that the States bordering on Russia might be exposed to the dangers of war and peace be fundamentally disturbed."

Second—Within what limits is it possible to continue negotiating at Genoa? Moscow. May 12 (Associated Press).—The Government organ Izvestia takes the attitude that it would be perhaps just as well if the Genoa conference did not result in a seneral agreement with

ITALY AND POLAND

Figure A. May 12 (Associated Press).
Foreign Ministers Schanzer of Italy and Skirmunt of Poland to-day and a commercial treaty similar that which has existed for one time between Prance and land. It contains a most favored ation clause, eliminates almost all precipility existing prohibitions on importation and grants Italy the same position other countries concerning Polish oil.

also provides that Polish emigrants oing to America, especially those from elicia, may embark from Triest insend of Danzig.

The Polish delegation to-day declared

ENCH NOT SURPRISED AT REPLY FROM RUSSIA

amental Impertinence, Is View of Many Papers.

mis, May 12.—The tone of the Rus-

It the foreign Governments had ofif the foreign Governments had ofer the Bolsheviki money," says the
tops, "the Soviet Government would
e consented to mask its doctrines bed more conclinatory formulas. In no
upe or form should the representatives
France be induced to enter into
ther negotiations, direct or indirect,
h the Soviet delegation."

FOUND ANYTHING? it is advertised in the Lost and as of to-day's New York Heraid.

amissions. There is reason to be to, however, that the plans long to been fully matured and were sed out this morning in a were ITS JUDICIAL SYSTEM

vorable Outcome at Parley, Says Moscow.

MANY BILLS PREPARED

Head of Executive Committee. Says Budget and Paper Money Will Be Restricted.

By FRANCIS M'CULLAGH.

eived here from Moscow shows that demands at Genoa. Concerning the impending session of the All Russian man Kalenine said in the message

"The session will be devoted to the discussion of a series of laws prostands the limitation of the Red army in case of a favorable outcome for

presented by the Commissariat of Justice, of which M. Kurski is the Com-

Some of Changes Planned.

The first is on fundamental laws of

The third treats of judicial procedur The fourth contains regulations for

says: "The retreat in the field of the so-called new economic policy has been stopped, and we must fortify ourselves on the lines to which we have withdrawn. These lines are determined by the partial recognition of domestic commerce, the recognition of private property.

SIGN TRADE TREATY

All Import and Export Prohibitions Are Removed.

TENOA. May 12 (Associated Press).

The color Ministers Schanger of Italy.

RUSSIAN TREATY HELPS GENOA, GERMANS SAY

that which has existed for time between France and d. It contains a most favored n clause, eliminates almost all prelights pelegation.

Request to Act as Go-Between Delights Delegation.

Request to Act as Go-Between Delights Delegation.

Genoa, May 12 (Associated Press).—

Genoa, May 12 (Associated Press).—

Genoa, May 12 (Associated Press).—

Most of the delegations have acknowledged that the Germans, in view of their treaty with the Russians, can exercise of discussion of the Vilna and clausestions were insisted upon the representatives would withdraw the conference. The Poles said favored the appointment of a discussion of the vilna and committee of experts to study Russian question, which they had committee of experts to study Russian question, which they had osed long ago.

ENCH NOT SURPRISED

Who returned to Rome to report to Poppe pits and Cardinal Gasparri, experts and Cardinal

The Germans put it this way: "We said in that answer that the Russo-German treaty was perfectly within the German treaty was perfectly within the spirit of this conference and would help, rather than hinder, the negotiations of the other Powers with Russia. Nobody believed us at the time, in fact we were strongly criticized for our action. Now, however, the British delegation is continually asking us to arrange matters. "This shows that the Russo-German treaty was not a murderous attempt." treaty was not a murderous attempagainst the life of the conference, but a real help toward a general understanding, as we at once pointed out."

Special Dispatch to THE NEW YORK HIMALD

New York Hernid Bureau. Washington. D. C., May 12. Improvement was reported to-night by physicians of Glenn E. Plumb, author of the Plumb plan for Government operation of railroads, who suffered a heart

NAVY PLANS GIANT PLANE TO CROSS PACIFIC OCEAN

Largest Single Power Unit for Aircraft Developed Built and Tested-Three 400 Horsepower Engines Are Geared to Drive One Propeller.

he construction of a giant airplane with

Ocean.

The solution of this problem, which up to this time has hindered the advance of aviation, is concurrent with other development of aimost equal importance, according to information submitted to the Senate Naval Affairs. Committee by Rear Admiral Moffett, chief of the Bureau of Aeronautics.

One of the difficulties of aviation problems has been the development of reduction gears for aircraft engines. At the end of the war, in spite of many effects, we suitable time of reduction

New York Herald Bureau. New Yo

ceptance tests.

Eight types of engines have been developed entirely under naval control and with naval funds since the war, built, thoroughly proved and now can be immediately put into quantity production or electronic

HEAR OF BOLSHEVIST MORGAN OFF TO-DAY PLOT TO DESTROY U.S. FOR FINANCE PARLEY

Labor Leader Tells of Information Reaching American Federation From Moscow.

PHILADELPHIA, May 12 .- Definite word Labor information bureau in Washing ton, declared to-day before the American Academy of Political and Social

with "the hideousness of Bolshevism" for at home than by complications abroad.

"So long as we treat this as a bankers

Samuel M. Vauciain, president of the cussions on raising an Baldwin Locomotive Works, who said says the Times, have

not result in a general agreement with regard to Russia, as England and Italy DENIES RUSSIAN TREATY Pizzardo Well Pleased With

Results of Mission.

Mgr. Pizzardo, the special Vatican envoy who presented the Pope's memoranduh concerning Catholic interests in Russia to the Geno conference, who returned to Rome to report to Pope pits and Cardinal Gasparri, expensely the property of the Cardinal Gasparri, expensely the property of the Cardinal Gasparri, expensely the participation with the cardinal ca

PALESTINE MANDATE STIRS ITALIAN PRESS

Will Attend International Conference in Paris on German Loan Proposal.

plans on account of the death of Henry the sake of economic wellbeing, and P. Davison. Mr. Morgan's position at misery has been caused more by abuses visory one and his visit to Europe has no political significance.

Geneva, May 12 (Associated Press).—
The Court of International Justice this afternoon was thrown open to the entire world when the Council of the League of Nations decided that Russia, Germany, Turkey, Hungary and Mexico could bring cases before the court, provided they previously had agreed to accept its decisions and not declare war over the disputes in question. These nations were the only ones to which the court had not previously been available.

To-day's decision gives the court truly world jurisdiction for the first time.

Consideration of a League of Nations protectorate for Albania was suddenly blocked in the council of the league when Marquis Imperiali of Italy informed the members that Italy could not consent to such drastic supervision of the affairs of Albania by the league without first being assured that Italy's vital interests in that country would be safeguarded.

It is pointed out that there is nothing now to prevent Germany asking the court to hear cases of disagreement with France or other countries on matters growing out of the Treaty of Versailles. While an immediate objection unquestionably would be raised by France, it is asserted that

The Court of International Justice this infection was in the trough of the wave. "The main cause of decay is the perindicus habit of the wave. The main cause of decay is the perindicus habit of the wave. The main cause of decay is the perindicus habit of writing hastily for money." The sasting at his point of ward now making as mistake in turning out so many books a year, just as a shommaker turns out boots.

Great novelists." The sale turning out so many books a year, just as a shommaker turns out boots.

Great novelists." he said transpillers were now making as mistake in turning out so many books a year, just as a shommaker turns out boots.

It is pointed in the court truly world jurisdiction for the first time.

The court had not previously been available.

The approviously had agreed to money. The approving a mistake in turning out so many books a ye diate objection unquestionably would be raised by France, it is asserted that the council's decision places a moral weapon in the hands of Germany. The decision, in effect, virtually makes Rus-ala and Germany members of the court. France joined in to-day's decision of the

GREEK PREMIER QUITS:

Dean of St. Paul's, London Says Britain's Primacy

ENTERING A NEW ERA

Is Our Heritage.

Atlantic Stage Now Being Succeeded by the Pacific Stage.

VICTORIAN AGE THE BEST

Useless to Deny Inevitable, Says Inge, Answering Storm of Disapproval.

opyright, 1923, by THE NEW YORK HERALI New York Herald Bureau.)

The fortunes of Great Britain, with

orld as its stage, are near-William Ralph Inge, dean of St ment, widely divergent quarters claim-

Dean Inge challenged anybody to S. S. Olympic to-day to confer find present day men comparable with son, and the Daily Express answered

Center Changes to America. After asserting that the Victorian age

Dean inge said that during the vic-torian age Great Britain was building up a new social order and solving en-tirely new problems. "Since the golden age of Greece, no age can boast of so many magnificent human types as the reign of Queen Victoria. We, perhaps,

tween Morgan, Grenfell & Co. of London and Dr. Rosenberg of the Anglo-Austrian Bank, accompanied by Herr Patsaer of the Austrian Treasury.

It is understood the matter is still in a preliminary stage, the banking firm having merely undertaken to examine the position as presented by Dr. Rosenberg.

INTERNATIONAL COURT JURISDICTION WIDENED

Russia, Germany, Turkey, Hungary, Mexico May Join.

Geneva, May 12 (Associated Press).—

The Court of International Justice this afternoon was thrown open to the entire world when the Council of the League of Nations decided that Russia, Germany, Turkey, Hungary, Hungary and Mexico May Joins were now making a mistake in turning out so many books a year, just as a sheemaker turns out boots.

Special Cable to THE NEW YORK HERALD. Copyright, 1922, by THE NEW YORK HERALD. New York Herald Bureau. | Rome, May 12. | The painter Mesone and his compar

on, Maria de Angelis, were declared guilty of the murder of Bice Simonetti Mesone's wife. The verdict was received FINNISH CABINET OUT

wernments of Two Countries to Make a Change.

THENS. May 12 (Associated Press).

emetrics Gounaris resigned the Preship to-day. In the Chamber yesterthe Government only won a vote the Government only won a vote murder of Bice.

Arouse Storm of Protest.

Rome May 12—The Anglo-American Remounts for the recognition of Great Britishing Palestine mandate have stirred up the Nationalist press here. The Idea Nationalist press here in the Government only won a vote of confidence by the narrowest of the Haismorns, Finland. May 12 (Associated Press), Leading to the decision of Finland. May 12 (Associated Press), Leading to the Make a Change.

Washington, May 12—A letter from Secretary of War Weeks expressing a market deputation of three, including Dr. Gregg, Bishop of Cashella, and Sir William Goulding. Visited dark the consultative published and Sir William Goulding. Visited that the first one was guilty of intentional homicide and Maria of complicity in the Popular expectation for the recognition of Great Britishing and bilindings.

Athens, May 12 (Associated Press), Leading Dr. Gregg, Bishop of Cashella and Sir William Goulding. Visited day to endemy and Indicate the consultative published and the consultative published and the consultative published and the consultative published to high the consultation of three, and an advision of the American Remount to-night of t

Lloyd George Fighting On, Though Ship Is Sinking

George by no means has given up hope of the outcome of the conference. He is quoted as saying:

"I knew Genoa might be tor-pedoed by any one in several quar-ters; but if the ship is sinking I'm going to fight for a Russian agreement and European peace so long as there will be a gun muzzle

PROPAGANDA STIRS FRENCH HOTEL MEN

Appeal to Herrick to Check Movement Hostile to Touring Interests.

Paris, May 12 (Associated Press) Representatives of three big association ganda in the United States hostile to French touring interests.

they knew the efforts being made to prejudice American travelers against France were due to foreign influence,

are required to register the amount of money they have upon entering Germany, as those leaving the country are permitted to take out only 20,000 marks (present exchange is 300 marks to the dollar) or the equivalent. PORTUGUESE AIRMEN

FALL INTO THE SEA Picked Up by Steamer and

Hydroplane Salvaged.

teamship Paris City.

she added, and told a story of how at the Warrenton horse show she had taken enough whisky to make her drunk in an attempt to ward off a cold. "When I am out for a good time I want to know I'm having it." dums, namely, liberty of conscience and liberty of worship. The third point, regarding ecclesiastical property, remains adventures.

PRESIDENT OF CHINA TO REDUCE HER ARMY

ARMY HORSES PRAISED BY SECRETARY OF WAR American Remount Association Elects New York Man.

U. S. TO INVESTIGATE M'CUMBER BONUS

Daugherty to Inquire Into Bursum Proposes Straightout Jump From 24 to 28 Cents a Gallon in Month.

A DELUGE OF COMPLAINTS ONLY TWO BILLION COST

Ten Million Users of Automo- Secretary of Treasury to Issue biles Affected by the Rise

logical Survey, indicating that production is very high and probably will coptinue so indefinitely.

Threats of the oil interests that gasoline prices may go still higher is regarded by the Department of Justice as an adverse factor in the high cost of living problem. To what extent the gasoline prices may be the result of conspiracy to fix prices or is due to unlawful combinations in restraint of trade the Attorney-General will seek to de-

In former years range gasoline costs were explained by the oil interests on the ground of diminishing reserves. Sup-LADY ASTOR ADMITS

SHE WAS TIPSY ONCE

Too Much Liquor Given Her to Ward Off Cold.

Military Faction Eliminated FRANCE SENDS MORE He Says, and Future Bright. U. S. TARIFF PROTESTS

Pekin, May 12 (Associated Press).

President Hsu Shih-chang to-day suldichines and helpfulness, as indicated by the Washington conference. "Responding to public sentiment I have just given orders to the War Department to devise a scheme for the reduction of the armed forces to 250,000."

He said the real benefit to China in the recent brief civil war was the elimination of the powerful military faction, thus paving the way for unification of the armed forces to 250,000."

Referring to Sun Yat-sen, the President declared that the prestige of the Canton Government was diminishing because the Chinese people were becoming tired of the sun the president declared that the preside of the sunthern people are beginning to realize that he is a professional revolutionist and he sunthern people are beginning to realize that he is a professional revolutionist and he sunthern people are beginning to realize that he is a professional revolutionist and an obstacle to the best interests of China."

Tinnyan, May 12 (Associated Press).

A general may 12 (Associated Press).

A growing the way for unification of the morth and south.

Tinnyan, May 12 (Associated Press).

A growing the people were become for China."

Tinnyan, May 12 (Associated Press).

A growing the people were become of Manchurla, whose forces are in retreat after their defeat by the army of Gen. Wu Pei-fu.

ARMY HORSES PRAISED RAMY OF WAR

Collins Says Free State Will support of the provider and proposition of the provider of the

Insure Religious Liberty. Special Cable to THE NEW YORK HERALD. Copyright, 1922, by THE NEW YORK HERALD

New York Herald Bureau. | Dublin, May 12.

BOOST IN GASOLINE HAS ANOTHER RIVAL

Cash Raid for Clean Up in Pive Years.

Note Based on Foreign Debt: Land Scheme Also

General Daugherty with requests for ure now under consideration by President Harding.

What Senator Claims.

Senator Bursum said his plan would cost about \$2,000,000,000, or less than half the cost of the McCumber plan. The saving, he estimates, would come from not adding the 25 per cent, bonus as proposed in the McCumber bill and in not being obliged to set up costly Federal machinery to operate.

He pointed out that the Secretary of the Treasury could handle the cash option with a small addition to his present force, while the ether options could be enforced through the Veterans Bureau.

Senator Bursum said he did not consult Senator McCumber or any other members of the Finance Committee before introducing his bill. He admitted, however, he had conferred with many

LOCATION OF SOLDIER HOSPITALS SUGGESTED

One May Be Between Utica and Adirondacks. WASHINGTON, May 12.-Recommend tions for the location of new veteran hospitals under the appropriation of \$17,000,000 authorized by the Langley bill, are understood to have been sub-

GENOA, May 12 (Associated Press).—
The Genoa conference will support the Pope's claims regarding freedom of worship and religious education in Russia, Mgr. Pizzardo was assured before departing for Rome.

bill, are understood to have been submitted to President Harding by the Federal Board of Hospitalization.

The report of the board is understood to favor establishment of a hospital at Northampton, Mass.: the location of a to favor establishment of a hospital at Northampton, Mass.; the location of a hospital in New York State, in the district between Utica and the Adironducks, and the authorization of additional funds for improvements to the Catholic orphanage in New York.

Furchase of a hospital in Memphis also is understood to be favored, as well as the establishment of a new institution at Gulfport, Miss., in southern Indiana and near the great lakes.

VOTES ON PROHIBITION Now Under Rationing Basis

Collins Says Free State Will SWEDEN NEXT AUGUST for Strong Liquors.